

**EDISON OPTO CORPORATION
AND SUBSIDIARIES**

Consolidated Financial Statements

**With Independent Auditors' Review Report
For the Three Months Ended March 31, 2025 and 2024**

Address: 17F, No. 17, Qiaohe Rd., Zhonghe Dist., New Taipei City
Telephone: (02)8227-6996

The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and consolidated financial statements, the Chinese version shall prevail.

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安侯建業聯合會計師事務所
KPMG

台北市110615信義路5段7號68樓(台北101大樓)
68F., TAIPEI 101 TOWER, No. 7, Sec. 5,
Xinyi Road, Taipei City 110615, Taiwan (R.O.C.)

電話 Tel + 886 2 8101 6666
傳真 Fax + 886 2 8101 6667
網址 Web kpmg.com/tw

Independent Auditors' Review Report

To the Board of Directors of EDISON OPTO CORPORATION:

Introduction

We have reviewed the accompanying consolidated balance sheets of EDISON OPTO CORPORATION and its subsidiaries as of March 31, 2025 and 2024, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2025 and 2024, and notes to the consolidated financial statements, including a summary of material accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the Basis for Qualified Conclusion paragraph, we conducted our reviews in accordance with the Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" of the Republic of China. A review of the consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing of the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As stated in Note 4(b), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect total assets amounting to \$144,266 thousand and \$478,059 thousand, constituting 3.50% and 12.20% of consolidated total assets at March 31, 2025 and 2024, respectively, total liabilities amounting to \$22,486 thousand and \$123,330 thousand, constituting 2.51% and 14.25% of consolidated total liabilities at March 31, 2025 and 2024, respectively, and total comprehensive income (loss) amounting to \$(4,569) thousand and \$(727) thousand, constituting (11.17)% and (0.82)% of consolidated total comprehensive income (loss) for the three months ended March 31, 2025 and 2024, respectively.

Qualified Conclusion

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of EDISON OPTO CORPORATION and its subsidiaries as of March 31, 2025 and 2024, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the audit resulting in this independent auditors’ report are Yang, Shu-Chih and Chi, Meng-Chun.

KPMG

Taipei, Taiwan (Republic of China)

May 8, 2025

Notes to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with the accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally accepted and applied in the Republic of China.

The independent auditors’ review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors’ review report and consolidated financial statements, the Chinese version shall prevail.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

EDISON OPTO CORPORATION AND SUBSIDIARIES

Consolidated Balance Sheets

March 31, 2025, December 31, 2024, and March 31, 2024

(Expressed in Thousands of New Taiwan Dollars)

		March 31, 2025		December 31, 2024		March 31, 2024				March 31, 2025		December 31, 2024		March 31, 2024	
Assets		Amount	%	Amount	%	Amount	%	Liabilities and Equity		Amount	%	Amount	%	Amount	%
11xx	Current assets:							21xx	Current liabilities:						
1100	Cash and cash equivalents (note 6(a))	\$ 1,121,916	27	1,140,781	27	990,257	25	2100	Short-term borrowings (notes 6(j) and 7)	\$ -	-	-	-	132,000	3
1110	Current financial assets at fair value through profit or loss (note 6(b))	6,237	-	6,255	-	51,532	1	2130	Current contract liabilities(note 6(t))	19,957	-	11,491	-	31,111	1
1136	Current financial assets at amortized cost, net (note 6(d))	95,791	2	72,822	2	29,000	1	2170	Accounts and notes payable	371,265	9	438,151	10	351,741	9
1141	Current contract assets (note 6(t))	5,963	-	2,821	-	-	-	2200	Other payables (note 6(u))	116,473	3	162,296	4	136,456	4
1170	Accounts and notes receivable, net (notes 6(e)(t))	698,763	18	783,716	19	614,617	16	2230	Current tax liabilities	30,517	1	24,243	1	7,189	-
1200	Other receivables (notes 6(f), 7 and 9)	6,681	-	8,540	-	3,395	-	2280	Current lease liabilities (note 6(m))	12,579	-	16,636	-	15,667	-
1310	Inventories(note 6(g))	322,011	8	299,175	7	328,828	8	2322	Long-term borrowings within one year(notes 6(k) and 8)	-	-	-	-	16,080	-
1410	Prepayments	43,172	1	51,202	1	61,769	2	2399	Other current liabilities, others	19,548	-	23,766	-	10,559	-
1470	Other current assets (note 8)	16,160	-	11,042	-	53,249	1		Total current liabilities	570,339	13	676,583	15	700,803	17
	Total current assets	2,316,694	56	2,376,354	56	2,132,647	54	25xx	Non-Current liabilities:						
15xx	Non-current assets:							2530	Bonds payable (note 6(l))	278,182	7	276,220	7	-	-
1517	Non-current financial assets at fair value through other comprehensive income (note 6(c))	1,059	-	1,059	-	1,475	-	2540	Long-term borrowings (notes 6(k) and 8)	-	-	-	-	114,201	3
1600	Property, plant and equipment (notes 6(h), 8 and 9)	1,622,590	39	1,611,539	39	1,639,776	43	2570	Deferred tax liabilities	1,790	-	1,790	-	1,805	-
1755	Right-of-use assets (note 6(i))	45,148	1	49,829	1	49,900	1	2580	Non-current lease liabilities (note 6(m))	6,205	-	7,391	-	8,715	-
1780	Intangible assets	1,059	-	1,163	-	2,054	-	2600	Other non-current liabilities (note 6(n))	40,179	1	39,815	1	39,978	1
1840	Deferred tax assets	50,833	1	52,853	1	56,054	1		Total non-current liabilities	326,356	8	325,216	8	164,699	4
1915	Prepayments for business facilities	23,305	1	29,757	1	12,508	-		Total liabilities	896,695	21	1,001,799	23	865,502	21
1990	Other non-current assets, others (notes 8 and 9)	62,811	2	62,797	2	23,923	1	31xx	Equity attributable to owners of parent (notes 6(c)(q)(r)):						
	Total non-current assets	1,806,805	44	1,808,997	44	1,785,690	46	3110	Capital stock	1,456,094	35	1,436,094	34	1,436,094	37
								3200	Capital surplus	1,559,813	39	1,527,876	37	1,562,759	40
								3310	Legal reserve	10,594	-	10,594	-	5,835	-
								3320	Special reserve	26,392	1	26,392	1	-	-
								3350	Unappropriated retained earnings (accumulated deficit)	157,333	4	144,506	3	75,148	2
								3410	Exchange differences on translation of foreign financial statements	(79,952)	(2)	(101,880)	(1)	(121,877)	(2)
								3420	Unrealized gains (loss) on financial assets at fair value through other comprehensive income	(1,394)	-	(1,394)	-	(978)	-
								3491	Other equity, unearned compensation	(45,762)	(1)	-	-	-	-
								3500	Treasury shares	(34,164)	(1)	(34,164)	(1)	(34,164)	(1)
									Total equity attributable to owners of parent	3,048,954	75	3,008,024	73	2,922,817	76
								36xx	Non-controlling interests	177,850	4	175,528	4	130,018	3
									Total equity	3,226,804	79	3,183,552	77	3,052,835	79
	Total assets	\$ 4,123,499	100	4,185,351	100	3,918,337	100		Total liabilities and equity	\$ 4,123,499	100	4,185,351	100	3,918,337	100

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

EDISON OPTO CORPORATION AND SUBSIDIARIES**Consolidated Statements of Comprehensive Income****For the three months ended March 31, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollars Except Earnings Per Share)**

		For the three months ended March 31			
		2025		2024	
		Amount	%	Amount	%
4000	Operating revenue (notes 6(t) and 7)	\$ 572,783	100	539,463	100
5000	Operating costs (notes 6(g)(h)(i)(o))	440,189	77	403,143	75
	Gross profit from operations	132,594	23	136,320	25
	Operating expenses (notes 6(e)(f)(h)(i)(m)(o)(r)(u)):				
6100	Selling expenses	33,750	6	37,389	7
6200	Administrative expenses	51,436	9	43,564	8
6300	Research and development expenses	32,917	6	33,445	6
6450	Expect impairment reversed	(5,121)	(1)	(537)	-
	Total operating expenses	112,982	20	113,861	21
6900	Net operating income	19,612	3	22,459	4
	Non-operating income and expenses (notes 6(l)(m)(n)(v) and 7):				
7100	Interest income	2,512	1	2,978	1
7010	Other income	1,714	-	448	-
7020	Other gain and losses	5,051	1	3,604	1
7050	Finance costs	(3,185)	(1)	(2,305)	(1)
	Total non-operating income and expenses	6,092	1	4,725	1
7900	Profit from continuing operations before tax	25,704	4	27,184	5
7950	Less: Income tax expenses (note 6(p))	8,163	1	946	-
	Profit	17,541	3	26,238	5
8300	Other comprehensive income:				
8310	Components of other comprehensive income that will not be reclassified to profit or loss				
8316	Unrealized (gains) losses from investments in equity instruments measured at fair value through other comprehensive income (note 6(c))	-	-	(2)	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-
		-	-	(2)	-
8360	Components of other comprehensive income (loss) that will be reclassified to profit or loss				
8361	Exchange differences on translation of foreign financial statements	23,373	4	62,288	12
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
	Components of other comprehensive income that will be reclassified to profit or loss	23,373	4	62,288	12
8300	Other comprehensive income (loss)	23,373	4	62,286	12
8500	Total comprehensive income	\$ 40,914	7	88,524	17
	Profit (loss), attributable to:				
8610	Attributable to owners of parent	\$ 12,827	2	27,557	5
8620	Attributable to non-controlling interests	4,714	1	(1,319)	-
		\$ 17,541	3	26,238	5
	Comprehensive income (loss) attributable to:				
8710	Attributable to owners of parent	\$ 34,755	6	86,131	16
8720	Attributable to non-controlling interests	6,159	1	2,393	1
		\$ 40,914	7	88,524	17
	Earnings per share (note 6(s))				
9750	Basic earnings per share	\$ 0.09		0.19	
9850	Diluted earnings per share	\$ 0.09		0.19	

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

EDISON OPTO CORPORATION AND SUBSIDIARIES

Consolidated Statements of Changes in Equity

For the three months ended March 31, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent											Total equity
	Retained earnings					Other equity						
	Capital stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income	Employees unrealized reward	Treasury shares	Total equity attributable to owners of parent	Non-controlling interests	
Balance at January 1, 2024	\$ 1,436,094	1,562,759	5,835	-	47,591	(180,453)	(976)	-	(34,164)	2,836,686	127,625	2,964,311
Net income	-	-	-	-	27,557	-	-	-	-	27,557	(1,319)	26,238
Other comprehensive income	-	-	-	-	-	58,576	(2)	-	-	58,574	3,712	62,286
Total comprehensive income	-	-	-	-	27,557	58,576	(2)	-	-	86,131	2,393	88,524
Balance at March 31, 2024	\$ 1,436,094	1,562,759	5,835	-	75,148	(121,877)	(978)	-	(34,164)	2,922,817	130,018	3,052,835
Balance at January 1,2025	\$ 1,436,094	1,527,876	10,594	26,392	144,506	(101,880)	(1,394)	-	(34,164)	3,008,024	175,528	3,183,552
Net income	-	-	-	-	12,827	-	-	-	-	12,827	4,714	17,541
Other comprehensive income	-	-	-	-	-	21,928	-	-	-	21,928	1,445	23,373
Total comprehensive income	-	-	-	-	12,827	21,928	-	-	-	34,755	6,159	40,914
Other changes in capital surplus:												
Changes in ownership interests in subsidiaries	-	3,837	-	-	-	-	-	-	-	3,837	(3,837)	-
Share-based payments	20,000	28,100	-	-	-	-	-	(45,762)	-	2,338	-	2,338
Balance at March 31, 2025	\$ 1,456,094	1,559,813	10,594	26,392	157,333	(79,952)	(1,394)	(45,762)	(34,164)	3,048,954	177,850	3,226,804

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

EDISON OPTO CORPORATION AND SUBSIDIARIES**Consolidated Statements of Cash Flows****For the three months ended March 31, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollars)**

	For the three months ended March 31	
	2025	2024
Cash flows from (used in) operating activities:		
Profit before tax	\$ 25,704	27,184
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation expense	29,816	30,134
Amortization expense	164	392
Expect impairment reversed	(5,121)	(537)
Net gain on financial assets or liabilities at fair value through profit or loss	18	349
Interest expense	3,185	2,305
Interest income	(2,512)	(2,978)
Share-based payments	2,338	-
Loss (Gain) on disposal of property, plant and equipment	4,532	(1,217)
Total adjustments to reconcile profit	32,420	28,448
Changes in operating assets and liabilities:		
Contract assets	(3,142)	-
Accounts and notes receivable	90,074	(72,493)
Other receivables	1,859	(1,821)
Inventories	(22,836)	(437)
Prepayments	8,030	(1,963)
Other current assets	(2,367)	(2,401)
Other operating assets	312	789
Contract liabilities	8,466	-
Accounts and notes payable	(66,886)	13,405
Other payable	(45,823)	(13,021)
Other current liabilities	(4,218)	2,894
Net defined benefit liability	191	177
Total changes in operating assets and liabilities	(36,340)	(74,871)
Cash inflow generated from operations	21,784	(19,239)
Interest received	2,471	2,816
Interest paid	(1,223)	(2,327)
Income taxes	(2,630)	(2,121)
Net cash flows from (used in) operating activities	20,402	(20,871)
Cash flows from (used in) investing activities:		
Acquisition of financial assets at amortized cost	(59,962)	-
Proceeds from disposal of financial assets at amortised cost	37,500	-
Acquisition of financial assets at fair value through profit or loss	(252,022)	(221,549)
Proceeds from disposal of financial assets at fair value through profit or loss	252,022	182,277
Acquisition of property, plant and equipment	(16,432)	(8,802)
Proceeds from disposal of property, plant and equipment	2,524	1,335
Decrease in refundable deposits	(143)	(1,955)
Acquisition of intangible assets	(55)	(100)
Increase in other non-current assets	(10)	(9)
Increase in prepayments for business facilities	(10,382)	(4,387)
Net cash flows from (used in) investing activities	(46,960)	(53,190)
Cash flows from (used in) financing activities:		
Increase in short-term loans	-	100,000
Decrease in short-term loans	-	(150,000)
Repayments of long-term debt	-	(4,019)
Increase in guarantee deposits received	-	4
Payment of lease liabilities	(5,450)	(3,766)
Net cash flows used in financing activities	(5,450)	(57,781)
Effect of exchange rate changes on cash and cash equivalents	13,143	35,875
Net decrease in cash and cash equivalents	(18,865)	(95,967)
Cash and cash equivalents at beginning of period	1,140,781	1,086,224
Cash and cash equivalents at end of period	\$ 1,121,916	990,257

See accompanying notes to consolidated financial statements

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

EDISON OPTO CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

March 31, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)

(1) Company history

Edison Opto Corporation (the “Company”) was approved by the Ministry of Economic Affairs on October 4, 2001 and incorporated in 17F, No.17, Qiao he Rd., Zhong He Dist., New Taipei City, Taiwan. The Company’s shares were listed on the Taiwan Stock Exchange in November 2010. The company and its subsidiaries (hereinafter referred as Group) are mainly engaged in manufacturing, selling, research and development of LED components, modules and finished products in general lighting and automotive lighting area.

(2) Approval date and procedures of the consolidated financial statements:

These consolidated financial statements were authorized for issuance by the Board of Directors on May 8, 2025.

(3) New standards, amendments and interpretations adopted:

- (a) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2025:

- Amendments to IAS21 “Lack of Exchangeability”

- (b) The impact of IFRS Accounting Standards endorsed by the FSC but not yet effective

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2026, would not have a significant impact on its consolidated financial statements:

- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” regarding the application guidance requirements for Section 4.1 of IFRS 9 and the related disclosure requirements of IFRS 7

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (c) The impact of IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to the Group, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	<p>The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.</p> <ul style="list-style-type: none"> • A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities. • Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. • Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes. 	January 1, 2027

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

The Group is evaluating the impact on its consolidated financial position and consolidated financial performance upon the initial adoption of the abovementioned standards or interpretations. The results thereof will be disclosed when the Group completes its evaluation.

The Group does not expect the following other new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its consolidated financial statements:

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” regarding the application guidance requirements for Sections 3.1 and 3.3 of IFRS 9 and the related disclosure requirements of IFRS 7
- Annual Improvements to IFRS Accounting Standards—Volume 11
- Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

(4) Summary of material accounting policies:

(a) Statement of compliance

These consolidated financial statements have been prepared in accordance with the preparation and guidelines of IAS 34 “Interim Financial Reporting” which are endorsed and issued into effect by FSC, and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS Accounting Standards endorsed by the FSC) for a complete set of the annual consolidated financial statements.

Except the following accounting policies mentioned below, the significant accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2024. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2024.

(b) Basis of preparation

(i) Basis of measurement

Except for the following significant accounts, the consolidated financial statements have been prepared on a historical cost basis:

- 1) Financial instruments at fair value through profit or loss are measured at fair value;
- 2) Fair value through other comprehensive income (Available-for-sale financial) are assets measured at fair value;
- 3) The defined benefit liabilities are measured at fair value of the plan assets less the present value of the defined benefit obligation.

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EDISON OPTO CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

(ii) Functional and presentation currency

The functional currency of a consolidated entity is determined based on the primary economic environment in which the entity operates. The consolidated financial statements are presented in New Taiwan dollars, which is the Company's functional currency. All financial information presented in New Taiwan dollars has been rounded to the nearest thousand.

(c) Basis of consolidation

(i) List of subsidiaries in the consolidated financial statements

Name of investor	Name of subsidiary	Principal activity	Shareholding			Note
			March 31, 2025	December 31, 2024	March 31, 2024	
The Company	Edison Opto Corporation	Business of opto-electronics	100.00 %	100.00 %	100.00 %	Note 4
The Company	Ledison Opto Corporation	Business of opto-electronics	100.00 %	100.00 %	100.00 %	
The Company	Best Opto Corporation	Business of opto-electronics	100.00 %	100.00 %	100.00 %	
The Company	Edison Fund Investment Corporation	Investment	100.00 %	100.00 %	100.00 %	
The Company	Edison-Litek Opto Corporation Limited	Investment	17.01 %	24.62 %	24.62 %	Note 1 、 4
The Company	Edison-Litek Opto Corporation	Business of opto-electronics	79.89 %	79.89 %	81.67 %	Note 3
The Company	Ledison Opto Company Limited	Business of opto-electronics	100.00 %	100.00 %	100.00 %	Note 2 、 4
Ledison Opto Corporation	Edison Opto (Dong Guan) Co., Ltd.	Business of opto-electronics	100.00 %	100.00 %	100.00 %	
Best Opto Corporation	Best Led Corporation	Investment	100.00 %	100.00 %	100.00 %	
Best Led Corporation	Yangzhou Edison Opto Corporation	Business of opto-electronics	100.00 %	100.00 %	100.00 %	
Yangzhou Edison Opto Corporation	Yangzhou Aichuang Electronic Trade Corporation	Business of opto-electronics	100.00 %	100.00 %	100.00 %	Note 4
Edison Fund Investment Corporation	Edison Opto USA Corporation	Business of opto-electronics	55.00 %	55.00 %	55.00 %	Note 4
Edison Fund Investment Corporation	Edison Auto Lighting Corporation	Business of opto-electronics	100.00 %	100.00 %	100.00 %	Note 4
Edison Fund Investment Corporation	Ledionopto intelligent Technology Co., Ltd.	Business of opto-electronics	100.00 %	100.00 %	100.00 %	Note 4
Edison-Litek Opto Corporation Limited	Yangzhou Edison-Litek Opto Corporation	Business of opto-electronics	100.00 %	100.00 %	100.00 %	Note 5
Edison-Litek Opto Corporation	Edison-Litek Opto Corporation Limited	Investment	72.56 %	60.27 %	60.27 %	Note 1 、 4

Note 1: In February 2025, Edison-Litek Opto Co. acquired the 12.29% equity interest of Edison-Litek Opto Co. Ltd., at the amount of USD1,000,000, in cash, resulting in its shareholding ratio to increase from 60.27% to 72.56%. As of March 31, 2025, both the Company and Edison-Litek Opto Co., directly and indirectly, respectively, held 74.98% shares of Edison-Litek Opto Co. Ltd. in total.

Note 2: Edison Egypt Opto Corp. changed its name to Ledison Opto Co., Ltd. in October 2024.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

Note 3: In November, 2024, the Company conducted a cash capital increase by issuing 5,000 thousand shares. After reserving the shares for employees in accordance with the Company Act, the Company fully subscribed for \$91,875 thousand in cash, resulting in its shareholding ratio to decreased from 81.67% to 79.89%.

Note 4: The Company is a non-significant subsidiary, its financial statements have not been reviewed.

Note 5: The Company is a non-significant subsidiary. As of March 31, 2025, the financial statements have not been reviewed.

(ii) Subsidiaries excluded from the consolidated financial statements: None.

(d) Employee benefits

The pension cost in the interim period was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year.

(e) Income taxes

The income tax expenses have been prepared and disclosed in accordance with paragraph B12 of International Financial Reporting Standards 34, Interim Reporting.

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period by the effective annual tax rate as forecasted by the management. This should be recognized fully as tax expense for the current period.

For a change in tax rate that is substantively enacted in an interim period, the effect of the change should immediately be recognized in the interim period in which the change occurs.

(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty:

The preparation of the consolidated financial statements in conformity with the Regulations and IAS 34 “Interim Financial Reporting” endorsed by the FSC requires management to make judgments, and estimates about the future, including climate-related risks and opportunities, that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In the preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2024. For the related information, please refer to note 5 of the consolidated financial statements for the year ended December 31, 2024.

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EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(6) Explanation of significant accounts:

(a) Cash and cash equivalents

	March 31, 2025	December 31, 2024	March 31, 2024
Cash	\$ 5,516	5,278	6,042
Demand Deposit	994,990	938,423	847,715
Time Deposit	121,410	197,080	136,500
	<u>\$ 1,121,916</u>	<u>1,140,781</u>	<u>990,257</u>

Time deposit, which refers to bank deposit and has a maturity date of less than 3 months, is for meeting short-term commitment, and not for investment. It could be transferred into cash, in which the risk is considered low; hence, has been classified as cash and cash equivalents.

Please refer to note 6(w) for interest rate risk and sensitive analysis of financial assets and financial liabilities for the Group.

(b) Financial assets at fair value through profit or loss

	March 31, 2025	December 31, 2024	March 31, 2024
Current financial assets at fair value through profit or loss:			
Convertible corporate bonds	\$ 6,117	6,135	6,444
Financial products	-	-	45,088
Convertible corporate bonds - call options	120	120	-
Total	<u>\$ 6,237</u>	<u>6,255</u>	<u>51,532</u>

The above financial assets of the Group were not pledged.

(c) Financial assets at fair value through other comprehensive income

	March 31, 2025	December 31, 2024	March 31, 2024
Unlisted common shares—Domestic Company – Taiwan Hydroxyl Technology Co., Ltd.	<u>\$ 1,059</u>	<u>1,059</u>	<u>1,475</u>

The Group designated the investments shown above should recognize as fair value through other comprehensive income, because these investments were intended to be held for long-term strategic purposes.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

For the three Months ended March 31, 2025 and 2024, due to changes in fair value, the amount of unrealized gain (loss) on investments in equity instruments measured at fair value through other comprehensive income was \$0 thousand and \$(2) thousand, which was recognized under "other equity".

The above financial assets of the Group were not pledged.

(d) Financial assets measured at amortized cost

	March 31, 2025	December 31, 2024	March 31, 2024
More than three months' time Deposit	\$ <u><u>95,791</u></u>	<u><u>72,822</u></u>	<u><u>29,000</u></u>

The Group have assessed that the financial assets are held to maturity to collect contractual cash flows, which consists of payments of principal and interest on principal amount outstanding. Therefore, the investments were classified as financial assets measured at amortized costs.

The above financial assets of the Group were not pledged.

(e) Notes and accounts receivable

	March 31, 2025	December 31, 2024	March 31, 2024
Notes receivable	\$ 72,010	72,733	63,259
Accounts receivable	627,042	716,393	553,786
Less: Loss allowance	<u>(289)</u>	<u>(5,410)</u>	<u>(2,428)</u>
	<u><u>\$ 698,763</u></u>	<u><u>783,716</u></u>	<u><u>614,617</u></u>

The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information, including macroeconomic and relevant industry information. The loss allowance provision in Taiwan was determined as follows:

	March 31, 2025		
	Gross carrying amount	Weighted- average loss rate	Loss allowance provision
Current	\$ 592,982	0%	-
1 to 30 days past due	61,545	0%	-
31 to 90 days past due	43,939	0%	-
91 to 180 days past due	<u>586</u>	49.31%	<u>289</u>
	<u><u>\$ 699,052</u></u>		<u><u>289</u></u>

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	December 31, 2024		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
Current	\$ 679,837	0%	-
1 to 30 days past due	76,948	4.79%	3,686
31 to 90 days past due	30,123	4.99%	1,506
91 to 180 days past due	2,218	9.83%	218
	<u>\$ 789,126</u>		<u>5,410</u>
	March 31, 2024		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
Current	\$ 561,555	0.005%	32
1 to 30 days past due	38,890	3.86%	1,503
31 to 90 days past due	15,118	4.88%	738
91 to 180 days past due	1,470	9.72%	143
Past due over 180 days	12	100%	12
	<u>\$ 617,045</u>		<u>2,428</u>

Movements of the loss allowance for notes and accounts receivable were as follows:

	For the three months ended March 31,	
	2025	2024
Balance at January 1	\$ 5,410	2,535
Impairment losses recognized	(5,121)	(138)
Net income (losses) on foreign exchange	-	31
Balance at March 31	<u>\$ 289</u>	<u>2,428</u>

Note and account receivables of the Group were not pledged.

(f) Other receivables

	March 31, 2025	December 31, 2024	March 31, 2024
Other accounts receivable	\$ 45,531	47,390	45,599
Less: Loss allowance	(38,850)	(38,850)	(42,204)
Total	<u>\$ 6,681</u>	<u>8,540</u>	<u>3,395</u>

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Movements of the loss allowance for notes and accounts receivable were as follows:

	For the three months ended March 31,	
	2025	2024
Balance at January 1	\$ 38,850	42,466
Reversal of impairment losses	-	(399)
Net income on foreign exchange	-	137
Balance at March 31	<u>\$ 38,850</u>	<u>42,204</u>

Other receivables of the Group were not pledged.

(g) Inventories

	March 31, 2025	December 31, 2024	March 31, 2024
Raw materials	\$ 87,872	96,937	113,003
Supplies	3,957	4,082	4,537
Work in progress	127,148	94,490	132,558
Finished goods	103,034	103,666	78,730
	<u>\$ 322,011</u>	<u>299,175</u>	<u>328,828</u>

The details of the cost of sales were as follows:

	For the three months ended March 31,	
	2025	2024
Inventory that has been sold	\$ 429,519	398,950
Write-down of inventories (gain on reversal)	3,609	(2,311)
Unallocated production overheads	7,061	6,504
	<u>\$ 440,189</u>	<u>403,143</u>

The Group did not provide any inventories as collateral for its loans.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(h) Property, plant and equipment

The cost, depreciation, and impairment of the property, plant and equipment of the Group for the three months ended March 31, 2025 and 2024, were as follows:

	<u>Land</u>	<u>Building and construction</u>	<u>Machinery and equipment</u>	<u>Molding equipment</u>	<u>Other facilities</u>	<u>Total</u>
Cost or decked cost:						
Balance at January 1, 2025	\$ 637,862	1,054,782	1,115,661	34,614	224,395	3,067,314
Additions	-	4,228	11,847	95	262	16,432
Disposal	-	-	(43,855)	(15)	(1,585)	(45,455)
Reclassify	-	1,443	15,639	41	-	17,123
Effect of movements in exchange rates	-	9,051	7,778	(52)	1,978	18,755
Balance at March 31, 2025	<u>\$ 637,862</u>	<u>1,069,504</u>	<u>1,107,070</u>	<u>34,683</u>	<u>225,050</u>	<u>3,074,169</u>
Balance at January 1, 2024	\$ 637,862	1,028,212	1,104,491	33,022	203,379	3,006,966
Additions	-	258	7,253	423	868	8,802
Disposal	-	-	(15,096)	(235)	(25)	(15,356)
Reclassify	-	-	8,498	137	383	9,018
Effect of movements in exchange rates	-	23,948	24,132	708	6,125	54,913
Balance at March 31, 2024	<u>\$ 637,862</u>	<u>1,052,418</u>	<u>1,129,278</u>	<u>34,055</u>	<u>210,730</u>	<u>3,064,343</u>
Depreciation and impairments loss:						
Balance at January 1, 2025	\$ -	364,761	961,098	31,333	98,583	1,455,775
Depreciation	-	8,044	12,422	153	3,933	24,552
Disposal	-	-	(36,959)	(13)	(1,427)	(38,399)
Effect of movements in exchange rates	-	3,266	5,624	(121)	882	9,651
Balance at March 31, 2025	<u>\$ -</u>	<u>376,071</u>	<u>942,185</u>	<u>31,352</u>	<u>101,971</u>	<u>1,451,579</u>
Balance at January 1, 2024	\$ -	325,398	945,411	30,119	82,106	1,383,034
Depreciation	-	9,148	13,519	163	3,432	26,262
Disposal	-	-	(14,980)	(235)	(23)	(15,238)
Effect of movements in exchange rates	-	7,939	18,820	528	3,222	30,509
Balance at March 31, 2024	<u>\$ -</u>	<u>342,485</u>	<u>962,770</u>	<u>30,575</u>	<u>88,737</u>	<u>1,424,567</u>
Carrying amounts:						
Balance at January 1, 2025	<u>\$ 637,862</u>	<u>690,021</u>	<u>154,563</u>	<u>3,281</u>	<u>125,812</u>	<u>1,611,539</u>
Balance at March 31, 2025	<u>\$ 637,862</u>	<u>693,433</u>	<u>164,885</u>	<u>3,331</u>	<u>123,079</u>	<u>1,622,590</u>
Balance at January 1, 2024	<u>\$ 637,862</u>	<u>702,814</u>	<u>159,080</u>	<u>2,903</u>	<u>121,273</u>	<u>1,623,932</u>
Balance at March 31, 2024	<u>\$ 637,862</u>	<u>709,933</u>	<u>166,508</u>	<u>3,480</u>	<u>121,993</u>	<u>1,639,776</u>

Some of the property, plant and equipment that belongs to the Group had been pledged as collateral for long-term borrowings and the issuance of the corporate bonds; please refer to note 8.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(i) Right-of-use assets

The Group leases many assets including land, buildings and vehicles. Information about leases for which the Group as a lessee was presented below:

	<u>Land</u>	<u>Building and Construction</u>	<u>Vehicles</u>	<u>Total</u>
Cost:				
Balance at January 1, 2025	\$ 33,914	61,815	1,934	97,663
Effect of changes in foreign exchange rates	485	718	-	1,203
Balance at March 31, 2025	<u>\$ 34,399</u>	<u>62,533</u>	<u>1,934</u>	<u>98,866</u>
Balance at January 1, 2024	\$ 32,242	51,457	1,935	85,634
Additions	-	529	-	529
Disposals	-	(898)	(686)	(1,584)
Effect of changes in foreign exchange rates	1,288	1,542	-	2,830
Balance at March 31, 2024	<u>\$ 33,530</u>	<u>52,630</u>	<u>1,249</u>	<u>87,409</u>
Accumulated depreciation:				
Balance at January 1, 2025	\$ 5,366	41,494	974	47,834
Depreciation	225	4,878	161	5,264
Effect of changes in foreign exchange rates	79	541	-	620
Balance at March 31, 2025	<u>\$ 5,670</u>	<u>46,913</u>	<u>1,135</u>	<u>53,718</u>
Balance at January 1, 2024	\$ 4,251	28,313	1,149	33,713
Depreciation	217	3,494	161	3,872
Disposals	-	(616)	(686)	(1,302)
Effect of changes in foreign exchange rates	174	1,052	-	1,226
Balance at March 31, 2024	<u>\$ 4,642</u>	<u>32,243</u>	<u>624</u>	<u>37,509</u>
Carrying amount:				
Balance at January 1, 2025	<u>\$ 28,548</u>	<u>20,321</u>	<u>960</u>	<u>49,829</u>
Balance at March 31, 2025	<u>\$ 28,729</u>	<u>15,620</u>	<u>799</u>	<u>45,148</u>
Balance at January 1, 2024	<u>\$ 27,991</u>	<u>23,144</u>	<u>786</u>	<u>51,921</u>
Balance at March 31, 2024	<u>\$ 28,888</u>	<u>20,387</u>	<u>625</u>	<u>49,900</u>

(j) Short-term borrowings

The short-term borrowings were summarized as follows:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Unsecured bank loans	\$ -	-	132,000
Unused short-term credit lines	<u>\$ 1,137,113</u>	<u>1,127,663</u>	<u>1,042,000</u>
Range of interest rates	-	-	1.8%~6.19%

A key management personnel provided a joint guarantee for the borrowings of the Group from certain financial institutions. Please refer to note 7.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(k) Long-term borrowings

The long-term borrowings were summarized as follows, all of which were fully repaid in 2024.

March 31, 2024				
	<u>Currency</u>	<u>Rate</u>	<u>Maturity year</u>	<u>Amount</u>
Secured bank loans	TWD	1.196%~1.9837%	2041	\$ 130,281
Less: due within one year				(16,080)
Total				<u><u>\$ 114,201</u></u>

For the collateral for long-term borrowings, please refer to note 8.

(l) Bonds payable

The information on the issuance of unsecured convertible corporate bonds payable by the Group is as follows:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Total convertible corporate bonds issued	\$ 300,000	300,000	-
Less: Unamortized discounted corporate bonds payable	(21,818)	(23,780)	-
Convertible bonds issued balance	<u><u>\$ 278,182</u></u>	<u><u>276,220</u></u>	<u><u>-</u></u>
Embedded derivative-call options (included in financial assets at fair value through profit or loss)	<u><u>\$ 120</u></u>	<u><u>120</u></u>	<u><u>-</u></u>
Equity components-conversion options (included in capital surplus-share options)	<u><u>\$ 22,414</u></u>	<u><u>22,414</u></u>	<u><u>-</u></u>
	For the three months ended March 31,		
	<u>2025</u>	<u>2024</u>	
Interest expense	<u><u>\$ 1,962</u></u>	<u><u>-</u></u>	

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (i) On November 22, 2024, the Company has issued the fourth series of unsecured convertible corporate bonds in Taiwan, with an aggregate principal amount of NT\$303,000 thousand. After deducting issuance costs of \$5,017 thousand, the net proceeds of \$297,983 thousand have been fully received. The main issuance terms are as follows:

Items	Fourth secured domestic convertible bonds
1.Total issue amount	300,000 thousand
2.Par value	100 thousand
3.Maturity date	November 22, 2024~November 22, 2027
4.Outstanding period	3 years
5.Coupon rate	0%
6.Redemption at maturity	The Company redeems the convertible bond at par value by cash from the bondholders when it meets maturity.
7.Redemption method	<p>(1) If the closing price of shares for each of 30 consecutive trading days is at least 130% of the conversion price between the 3 months after the share issuance date and the 40th day before the maturity date, the Company may redeem all the outstanding bonds at their par value.</p> <p>(2) If the amount outstanding of bonds is less than 10% of the principal amount between the 3 months after the share issuance date and the 40th day before the maturity date, the Company may redeem the outstanding bonds at their principal amount within five business days before the maturity date.</p>
8.Conversion period	<p>(1) The bondholder can convert its bonds into shares at any time between 3 months after the issuance date and the day before the maturity day.</p> <p>(2) For the circumstances below, the conversion terminates in compliance with the method issued by the Company.</p> <p>The closing period in accordance with the applicable laws. The period that starts from the fifteen business days prior to the date of record for determination wherein the shareholders are entitled to receive the distributions or rights to subscribe for new shares in a capital increase for cash, and ends on the date of record for the distribution of the rights/benefits. The period starts from the date of record of the capital decrease and ends one day prior to the reissuance of the trading of shares after the capital decrease.</p>
9.Conversion price	The conversion price is 25.5 per share when issuance.
10. Pledge	The convertible bond is an unsecured bond. However, if the Company issues or privately places other secured bonds with warrants or convertible bonds after the issuance of this convertible bond, this convertible bond will also be granted the same level of creditor's rights or the same priority of collateral as those secured bonds with warrants or secured convertible bonds.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(m) Lease liability

(i) The carrying values of the lease liabilities were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Current	\$ <u>12,579</u>	<u>16,636</u>	<u>15,667</u>
Non-current	\$ <u>6,205</u>	<u>7,391</u>	<u>8,715</u>

(ii) For the maturity analysis, please refer to note 6(w).

(iii) The amounts recognized in profit or loss were as follows:

	For the three months ended March 31,	
	2025	2024
Interest on lease liabilities	\$ <u>994</u>	<u>920</u>
Expenses relating to short-term leases	\$ <u>323</u>	<u>300</u>
Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets	\$ <u>92</u>	<u>68</u>

(iv) The amounts recognized in the statement of cash flows for the Group were as follows:

	For the three months ended March 31,	
	2025	2024
Total cash outflow for leases	\$ <u>6,859</u>	<u>5,054</u>

(v) Real estate leases

The Group leases building for its employee dormitories and plant offices. The lease terms ranged for a period of 1 to 2 years and 2 to 5 years for employee dormitories and plant offices, respectively. Some of the terms can be extended upon maturity. However, if the option of extension is uncertain, the related expenditures incurred in the covered period cannot be accounted for as lease liabilities.

(vi) Other leases

The Group leases vehicle, with lease terms ranging for a period of 4 to 5 years. Some of the terms can be extended upon maturity. However, if the option of extension is uncertain, the related expenditures incurred in the covered period would not be accounted for as lease liabilities.

Some buildings leased by the Group have a term with no more than a year are considered as short-term leases. Therefore, the Group decided to apply the exemption for recognition to recognize its right of use assets and lease liabilities.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(n) Deferred income

The agreement between Yangzhou Edison Opto Corporation and Yangzhou Land And Resources Bureau entitled right of land use of Yangzhou Economic Development Zone, from December, 2006 to December, 2056. The right of land use of CNY \$9,788 thousand is subsidized by the Administrative Commission of Yangzhou Economic Development Zone, generating the long-term deferred revenue of CNY \$9,393 thousand recognized under other non-current liabilities and is amortized for 50 years to recognize revenue. As of March 31, 2025, December 31 and March 31, 2024, the amount of unamortized deferred revenue was \$27,568 thousand, \$27,395 thousand and \$27,722 thousand, respectively.

(o) Employee benefits

(i) Defined benefit plans

The expenses recognized in profit or loss for the Group were as follows:

	For the three months ended March 31,	
	2025	2024
Operating cost	\$ 28	26
Operating expenses	163	151
	\$ 191	177

(ii) Defined contribution plans

	For the three months ended March 31,	
	2025	2024
Operating cost	\$ 4,545	3,698
Operating expenses	5,005	2,988
	\$ 9,550	6,686

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(p) Income taxes

(i) The components of income tax were as follows:

	For the three months ended March 31,	
	2025	2024
Current tax expense		
Current period	\$ 6,143	946
Adjust the current income tax of the previous period	-	-
	6,143	946
Deferred tax income		
Occurrence and reversal of temporary difference	2,020	-
Income tax expense	<u><u>\$ 8,163</u></u>	<u><u>946</u></u>

(ii) Assessment of tax

The Company's tax returns for the years through 2022 were assessed by the Taipei National Tax Administration.

(q) Capital and other equity

Except for the following disclosure, there was no significant change for capital and other equity for the periods from January 1 to March 31, 2025 and 2024. For the related information, please refer to note 6(s) of the consolidated financial statements for the year ended December 31, 2024.

(i) Capital surplus

The balances of capital surplus were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Premium on issuance of capital stock	\$ 1,407,114	1,407,114	1,463,695
Employee share options	72,142	72,142	72,142
Restricted stock	28,100	-	-
Conversion options	22,414	22,414	-
Difference arising from subsidiary's share price and its carrying value	13,911	10,074	10,790
Treasury shares transferred to employees of the Company	15,840	15,840	15,840
Changes in net equity of related companies accounted for using the equity method	292	292	292
	<u><u>\$ 1,559,813</u></u>	<u><u>1,527,876</u></u>	<u><u>1,562,759</u></u>

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EDISON OPTO CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

According to the ROC Company Act, capital surplus can only be used to offset a deficit, and only the realized capital surplus can be used to increase the common stock or be distributed as cash dividends. The aforementioned realized capital surplus includes capital surplus resulting from premium on issuance of capital stock, and earnings from donated assets received. According to the Regulations Governing the Offering and Issuance of Securities by Securities Issuers, capital increases by transferring paid-in capital in excess of par value should not exceed 10% of the total common stock outstanding.

A resolution was approved during the shareholders' meeting held on May 30, 2024 to distribute the cash dividends of \$56,844 thousand by using the capital surplus. Each share could receive a cash dividends of \$0.40 from the capital reserve.

(ii) Retained earnings

The Company's article of incorporation stipulate that Company's net earnings should first be used to offset the prior years' deficits, if any, before paying any income taxes. Of the remaining balance, 10% is to be appropriated as legal reserve, and then any remaining profit together with any undistributed retained earnings shall be distributed according to the distribution plan proposed by the Board of Directors and submitted to the stockholders' meeting for approval.

The dividend policy of the Company is coordinated with the share capital, financial structure, operating status, future development plan, fund requirements, competitions, shareholders' benefits, etc. by distributing no less than 60% of the distributable earnings every year. Nonetheless, when the distributable earnings are lower than 20% of the common stock outstanding, no distribution shall be made during the year. Dividends may be distributed either by cash or by share. However, if the dividends are to be distributed in cash, it shall be no less than 10% of the total dividends issued.

1) Legal reserve

When a company incurs no loss, it may, pursuant to a resolution by a shareholders' meeting, distribute its legal reserve by issuing new shares or by distributing cash, and only the portion of legal reserve which exceeds 25% of capital may be distributed.

2) Special reserve

In accordance with the regulation of the Financial Supervisory Commission, a portion of the current-period earnings and undistributed prior-period earnings shall be reclassified as special earnings reserve during the earnings distribution. The amount to be reclassified should equal the current-period total net reduction of other shareholders' equity. Similarly, a portion of undistributed prior-period earnings shall be reclassified as special earnings reserve, which does not qualify for earnings distribution, to account for cumulative changes to other shareholders' equity pertaining to prior periods. Amounts of subsequent reversals pertaining to the net reduction of other shareholders' equity shall qualify for additional distributions.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

3) Earnings distribution

The 2024 and 2023 earnings distributions were decided and approved during the board and shareholders' meetings held on February 26, 2025 and May 30, 2024, respectively, as follows:

	2024		2023	
	Amount per share (NT dollar)	Total amount	Amount per share (NT dollar)	Total amount
Dividends distributed to ordinary shareholders				
Cash	\$ 0.738867	105,000	0.100000	14,211

(iii) Treasury shares

- 1) The Company purchased 4,500 thousand shares of treasury stock, for the purpose of motivating employees, in accordance with Article 28-2 of the Securities and Exchange Act. In December 2023, the Company decided to retire 1,680 thousand treasury shares, at the amount of \$23,712 thousand. The related registration procedures were completed as of the reporting date. In August 2023, the Company transferred treasury stock to employees, the total amount of treasury stock transferred was 1,320 thousand shares, and the purchase cost was \$18,625 thousand, the treasury stock was recognized by employees on August 10, 2023, and was delivered to employees on September 1, 2023, date of shares granted. The Company recognize capital surplus - treasury shares on the date that the shares was delivered to employees. The Company has recognized employee remuneration cost of \$15,840 thousand on the date of granted and will recognize capital surplus - treasury stock on the date that the shares was delivered to employees.

As of March 31, 2025 and 2024, the total number of untransferred shares was 1,500 thousand shares.

- 2) Ledionopto intelligent Technology Co., Ltd., sub-subsidiary of the Company, held 526 thousand shares of the Company's treasury shares. As of March 31, 2025, all treasury shares were not sold. The market price on March 31, 2025, December 31 and March 31, 2024 were \$22.20, \$26.00 and \$25.20 per share, respectively.
- 3) In compliance with the Securities and Exchange Act, treasury shares held by the Group should not be pledged, and shareholder rights are not entitled before the transfer.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(r) Share-based payment

On May 30, 2024, the shareholders' meeting approved the issuance of 2,000 thousand new shares of restricted stock to those full-time employees who meet the Company's requirements. The issuance was registered with, and approved by, the Securities and Futures Bureau of the Financial Supervisory Commission, R.O.C. On December 26, 2024, the Board of Directors resolved to issue the shares, with March 3, 2025 as the date of capital increase. The fair value per share on the grant date was NT\$24.05.

Those employees with restricted stock awards are entitled to receive the awarded shares without consideration, provided that these employees continue to provide service to the Company for at least 1 year (from the grant date). 30% each of the restricted stock is vested in year 1 and 2 after the grant date, and the remaining 40% is vested in year 3 after the grant date. The restricted stock is kept by a trust, which is appointed by the Company, before it is vested. These shares shall not be sold, pledged, transferred, gifted, or disposed of, by any other means to third parties during the custody period. The voting rights of these shareholders are executed by the custodian, and the custodian will act according to the law and regulations. If the shares remain unvested after the vesting period, the Company will repurchase, then forfeit, and thereafter, cancel all the unvested shares without consideration.

Except for the above disclosure, there were no significant changes for share-based payment during the periods from January 1 to March 31, 2025 and 2024. For the related information, please refer to note 6(t) of the consolidated financial statements for the year ended December 31, 2024.

(i) Details of the restricted stock of the Company are as follows:

	For the three months ended March 31,	
	2025	2024
Outstanding at January 1 (number)	\$ -	-
Granted during the period (number)	2,000	-
Outstanding at March 31 (number)	<u><u>\$ 2,000</u></u>	<u><u>-</u></u>

(ii) Employee expenses

The expenses incurred by the Company for Share-based Payment are as follows:

	For the three months ended March 31,	
	2025	2024
Expenses resulting from granted employee share options	<u><u>\$ 2,338</u></u>	<u><u>-</u></u>

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(s) Earnings per share

The calculation of basic earnings per share and diluted earnings per share is as follows:

	For the three months ended March 31,	
	2025	2024
Basic earnings per share		
Profit of the Company for the year	\$ <u><u>12,827</u></u>	<u><u>27,557</u></u>
Weighted average number of ordinary shares (in thousands of shares)	<u><u>141,584</u></u>	<u><u>141,584</u></u>
Basic earnings per share (in New Taiwan Dollars)	\$ <u><u>0.09</u></u>	<u><u>0.19</u></u>
Diluted earnings per share		
Profit of the Company for the year	\$ 12,827	27,557
Effect of dilutive potential ordinary share (note)	<u>-</u>	<u>-</u>
Profit attributable to common stockholders of the Company (including effect of dilutive potential ordinary share)	\$ <u><u>12,827</u></u>	<u><u>27,557</u></u>
Weighted average number of ordinary shares (in thousands of shares)	141,584	141,584
Effect of employee share bonus (in thousands of shares)	249	136
Effect of restricted employee shares unrested (in thousands of shares)	<u>34</u>	<u>-</u>
Weighted average number of ordinary shares (in thousands of shares)	<u><u>141,867</u></u>	<u><u>141,720</u></u>
Diluted earnings per share (in New Taiwan Dollars)	\$ <u><u>0.09</u></u>	<u><u>0.19</u></u>

Note. The effect of convertible bonds would have been anti-dilutive if included in the calculation of the Group's diluted earnings per share for the three months ended March 31, 2025 and 2024, and were therefore not included in the calculation of diluted earnings per share.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(t) Revenue from contracts with customers

(i) Revenue detail

For the three months ended March 31, 2025							
	The Company	Edison Opto (Dong Guan) Co., Ltd.	Yangzhou Edison Opto Corporation	Yangzhou Edison-Litek Opto Corporation	Edison-Litek Opto Corporation	Other	Total
Major market							
China	\$ 11,139	44,778	53,974	67,596	-	-	177,487
America and Europe	115,753	-	-	-	129,098	24,282	269,133
Taiwan	48,963	39	-	-	8,825	-	57,827
Africa	8,032	-	-	-	-	-	8,032
Others	60,264	40	-	-	-	-	60,304
	<u>\$ 244,151</u>	<u>44,857</u>	<u>53,974</u>	<u>67,596</u>	<u>137,923</u>	<u>24,282</u>	<u>572,783</u>
Major product:							
LED transmitter component	\$ 3,118	23,107	-	-	-	-	26,225
LED lighting product	226,832	21,281	19,032	-	-	23,052	290,197
LED automotive product	13,403	-	34,904	66,932	137,923	740	253,902
Others	798	469	38	664	-	490	2,459
	<u>\$ 244,151</u>	<u>44,857</u>	<u>53,974</u>	<u>67,596</u>	<u>137,923</u>	<u>24,282</u>	<u>572,783</u>
For the three months ended March 31, 2024							
	The Company	Edison Opto (Dong Guan) Co., Ltd.	Yangzhou Edison Opto Corporation	Yangzhou Edison-Litek Opto Corporation	Edison-Litek Opto Corporation	Other	Total
Major market							
China	\$ 7,133	43,171	50,293	45,901	-	-	146,498
America and Europe	115,505	147	-	-	77,359	17,942	210,953
Taiwan	74,729	681	-	-	27,452	-	102,862
Africa	3,006	-	-	-	-	-	3,006
Others	68,990	1,432	3,706	-	2,016	-	76,144
	<u>\$ 269,363</u>	<u>45,431</u>	<u>53,999</u>	<u>45,901</u>	<u>106,827</u>	<u>17,942</u>	<u>539,463</u>
Major product:							
LED transmitter component	\$ 9,454	21,588	-	-	-	1,660	32,702
LED lighting product	246,479	20,202	20,438	-	-	15,396	302,515
LED automotive product	7,871	-	33,569	45,739	106,096	851	194,126
Others	5,559	3,641	(8)	162	731	35	10,120
	<u>\$ 269,363</u>	<u>45,431</u>	<u>53,999</u>	<u>45,901</u>	<u>106,827</u>	<u>17,942</u>	<u>539,463</u>

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Contract balances

	March 31, 2025	December 31, 2024	March 31, 2024
Note receivables	\$ 72,010	72,733	63,259
Accounts receivables (include related parties)	627,042	716,393	553,786
Contract assets	5,963	2,821	-
Less: Loss allowance	(289)	(5,410)	(2,428)
Total	<u><u>\$ 704,726</u></u>	<u><u>786,537</u></u>	<u><u>614,617</u></u>
	March 31, 2025	December 31, 2024	March 31, 2024
Contract liabilities	<u><u>\$ 19,957</u></u>	<u><u>11,491</u></u>	<u><u>31,111</u></u>

For details on accounts receivable and allowance for impairment, please refer to note 6(e).

(u) Remuneration to employees, directors

In accordance with the Articles of incorporation, the Company should contribute 5%~15% of the profit as employee remuneration and less than 3% as directors' remuneration when there is profit for the year. However, if the Company has accumulated deficits, the profit should be reserved to offset the deficit. The amount of remuneration of each director and of remuneration for employees entitled to receive the abovementioned employee remuneration is approved by the Board of Directors. The recipients of shares and cash may include the employees of the Company's affiliated companies who meet certain conditions.

For the three months ended March 31, 2025 and 2024, the Company accrued and recognized its employee remuneration amounting to \$790 thousand and \$1,800 thousand, respectively; as well as its remuneration to directors amounting to \$160 thousand and \$400 thousand, respectively. These amounts were calculated by using the Company's pre-tax net profit for the period before deducting the amounts of the remuneration to employees and directors, multiplied by the distribution of ratio of the remuneration to employees and directors based on the Company's articles of incorporation, and expensed under operating costs or expenses. For the years ended December 31, 2024 and 2023, the estimated amounts of employee remuneration were \$7,800 thousand and \$2,660 thousand, respectively, and the estimated amounts of directors' remuneration were \$1,800 thousand and \$540 thousand, respectively, are identical to those of the actual distributions. The related information can be accessed from the Market Observation Post System website.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(v) Non-operating income and expenses

(i) Interest income

The details of net other income were as follows:

	For the three months ended March 31,	
	2025	2024
Interest income from bank deposits	\$ 1,316	1,947
Other interest income	1,196	1,031
	\$ 2,512	2,978

(ii) Other income

	For the three months ended March 31,	
	2025	2024
Other income	\$ 1,714	448

(iii) Other gains and losses

The details of other gains and losses were as follows:

	For the three months ended March 31,	
	2025	2024
Gains (losses) on disposals of property, plant, and equipment	\$ (4,532)	1,217
Net losses on financial assets at fair value	(18)	(349)
Net gain on foreign exchange	9,895	6,551
Others	(294)	(3,815)
	\$ 5,051	3,604

(iv) Finance costs

The details of finance costs were as follows:

	For the three months ended March 31,	
	2025	2024
Interest expenses	\$ 3,185	2,305

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(w) Financial instruments

(i) Credit risk

1) Concentration of credit risk

Accounts receivable were due from many customers. Therefore, there was no concentration of credit risk. In order to reduce the credit risk of accounts receivable, the Company continually evaluates each customer's financial situation. Otherwise, the customer will have to provide bank guarantees or collaterals.

2) Receivable

For credit risk exposure of note and trade receivables, please refer to note 6(e). Other financial assets at amortized cost includes other receivables and time deposits.

All of these financial assets are considered to have low risk, and thus, the impairment provision recognized during the period was limited to 12 months expected losses. Regarding how the financial instruments are considered to have low credit risk, please refer to note 4(g) of the consolidated financial statements for the year ended December 31, 2024.

(ii) Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements.

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Within 6 months</u>	<u>6-12 months</u>	<u>1-2 years</u>	<u>2-5 years</u>	<u>Over 5 years</u>
March 31, 2025							
Non-derivative financial liabilities							
Lease liabilities	18,784	(23,364)	(11,144)	(3,511)	(4,933)	(3,776)	-
Notes payable and accounts payable	371,265	(371,265)	(371,265)	-	-	-	-
Other payable	116,473	(116,473)	(116,473)	-	-	-	-
Bonds payable	278,182	(300,000)	-	-	-	(300,000)	-
	<u>\$ 784,704</u>	<u>(811,102)</u>	<u>(498,882)</u>	<u>(3,511)</u>	<u>(4,933)</u>	<u>(303,776)</u>	<u>-</u>
December 31, 2024							
Non-derivative financial liabilities							
Lease liabilities	\$ 24,027	(29,485)	(12,768)	(6,498)	(5,897)	(4,322)	-
Notes payable and accounts payable	438,151	(438,151)	(438,151)	-	-	-	-
Other payable	162,296	(162,296)	(162,296)	-	-	-	-
Bonds payable	276,220	(300,000)	-	-	-	(300,000)	-
	<u>\$ 900,694</u>	<u>(929,932)</u>	<u>(613,215)</u>	<u>(6,498)</u>	<u>(5,897)</u>	<u>(304,322)</u>	<u>-</u>

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Within 6 months</u>	<u>6-12 months</u>	<u>1-2 years</u>	<u>2-5 years</u>	<u>Over 5 years</u>
March 31, 2024							
Non-derivative financial liabilities							
Short term loans	\$ 132,000	(132,136)	(132,136)	-	-	-	-
Long term loans	130,281	(136,360)	(8,801)	(8,749)	(17,358)	(50,921)	(50,531)
Lease liabilities	24,382	(26,839)	(9,052)	(8,743)	(8,523)	(521)	-
Notes payable and accounts payable	351,741	(351,741)	(351,741)	-	-	-	-
Other payable	136,456	(136,456)	(136,456)	-	-	-	-
	<u>\$ 774,860</u>	<u>(783,532)</u>	<u>(638,186)</u>	<u>(17,492)</u>	<u>(25,881)</u>	<u>(51,442)</u>	<u>(50,531)</u>

The Group does not expect the cash flows included in the maturity analysis to occur significantly earlier or at significantly different amounts.

(iii) Currency risk

1) Exposure to foreign currency risk

The Group's significant exposure to foreign currency risk was as follows:

	<u>March 31, 2025</u>					<u>December 31, 2024</u>					<u>March 31, 2024</u>				
	<u>Foreign currency</u>	<u>Exchange rate</u>		<u>TWD</u>		<u>Foreign currency</u>	<u>Exchange rate</u>		<u>TWD</u>		<u>Foreign currency</u>	<u>Exchange rate</u>		<u>TWD</u>	
<u>Financial assets</u>															
<u>Monetary items</u>															
USD	\$ 30,728	USD/TWD=	33.205	1,020,323	19,169	USD/TWD=	32.785	628,456	15,024	USD/TWD=	32.0000	480,768			
USD	6,891	USD/CNY=	7.1782	228,798	6,115	USD/CNY=	7.1884	200,462	6,381	USD/CNY=	7.0950	204,128			
CNY	15,341	CNY/TWD=	4.6255	70,959	11,989	CNY/TWD=	4.5604	54,675	14,124	CNY/TWD=	4.5088	63,682			
<u>Financial liabilities</u>															
<u>Monetary items</u>															
USD	9,595	USD/TWD=	33.205	318,602	8,218	USD/TWD=	32.785	269,427	11,440	USD/TWD=	32.000	366,080			
USD	295	USD/CNY=	7.1782	9,795	633	USD/CNY=	7.1884	20,751	170	USD/CNY=	7.0950	5,438			
CNY	7,494	CNY/TWD=	4.6255	34,663	8,598	CNY/TWD=	4.5604	39,210	8	CNY/TWD=	4.5088	36			

2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, trade and other receivables, financial assets at fair value through other comprehensive income, loans and borrowings; and trade and other payables that are denominated in foreign currency. A strengthening (weakening) of 5% of the TWD against the USD and CNY as at March 31, 2025 and 2024 would have increased (decreased) the equity by \$47,851 thousand and \$18,851 thousand due to cash flow hedges. The analysis is performed on the same basis for prior year.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iv) Fair value of financial instruments

- 1) The fair value of financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income (available for sale financial assets) is measured on a recurring basis. The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows; however, except as described in the following paragraphs, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and lease liabilities, disclosure of fair value information is not required :

	March 31, 2025				
	<u>Book Value</u>	<u>Fair Value</u>			<u>Total</u>
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	
Financial assets at fair value through profit or loss-current securities of:					
Embedded derivative of convertible bonds	\$ 120	-	120	-	120
Corporate bonds	<u>6,117</u>	<u>6,117</u>	<u>-</u>	<u>-</u>	<u>6,117</u>
Subtotal	<u>6,237</u>	<u>6,117</u>	<u>120</u>	<u>-</u>	<u>6,237</u>
Financial assets at fair value through other comprehensive income-securities of unlisted companies	<u>1,059</u>	<u>-</u>	<u>-</u>	<u>1,059</u>	<u>1,059</u>
Subtotal	<u>1,059</u>	<u>-</u>	<u>-</u>	<u>1,059</u>	<u>1,059</u>
Financial assets measured at amortized cost					
Cash and cash equivalents	1,121,916	-	-	-	-
Fixed deposits with original maturity exceeding three months	95,791	-	-	-	-
Notes and trade receivables	698,763	-	-	-	-
Other receivables	6,681	-	-	-	-
Contract assets	<u>5,963</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Subtotal	<u>1,929,114</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u><u>\$ 1,936,410</u></u>	<u><u>6,117</u></u>	<u><u>120</u></u>	<u><u>1,059</u></u>	<u><u>7,296</u></u>
Financial liabilities at amortized cost					
Notes and trade payables	\$ 371,265	-	-	-	-
Other payables	116,473	-	-	-	-
Lease liabilities	18,784	-	-	-	-
Bonds payables	<u>278,182</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u><u>\$ 784,704</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

		December 31, 2024			
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss-current securities of:					
Embedded derivative of convertible bonds	\$ 120	-	120	-	120
Corporate bonds	6,135	6,135	-	-	6,135
Subtotal	6,255	6,135	120	-	6,255
Financial assets at fair value through other comprehensive income-					
Securities of unlisted companies	1,059	-	-	1,059	1,059
Subtotal	1,059	-	-	1,059	1,059
Financial assets measured at amortized cost					
Cash and cash equivalents	\$ 1,140,781	-	-	-	-
Fixed deposits with original maturity exceeding three months	72,822	-	-	-	-
Notes and trade receivables (include related parties)	783,716	-	-	-	-
Other receivables	8,540	-	-	-	-
Contract assets	2,821	-	-	-	-
Subtotal	2,008,680	-	-	-	-
Total	<u>\$ 2,015,994</u>	<u>6,135</u>	<u>120</u>	<u>1,059</u>	<u>7,314</u>
Financial liabilities at amortized cost					
Notes and trade payables	\$ 438,151	-	-	-	-
Other payables	162,296	-	-	-	-
Lease liabilities	24,027	-	-	-	-
Bonds payables	276,220	-	-	-	-
Total	<u>\$ 900,694</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		March 31, 2024			
		Fair value			
	Book value	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss-current-securities of listed companies	\$ 45,088	45,088	-	-	45,088
Corporate bonds	6,444	6,444	-	-	6,444
Subtotal	51,532	51,532	-	-	51,532
Financial assets at fair value through other comprehensive income-securities of unlisted companies	1,475	-	-	1,475	1,475
Subtotal	1,475	-	-	1,475	1,475

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

		March 31, 2024				
		Book value	Fair value			
			Level 1	Level 2	Level 3	Total
Financial assets measured at amortized cost						
Cash and cash equivalents	\$	990,257	-	-	-	-
Notes and trade receivables (including due within one year)		29,000	-	-	-	-
Other receivables		614,617	-	-	-	-
Corporate bonds		3,395	-	-	-	-
Subtotal		1,637,269	-	-	-	-
Total	\$	1,690,276	51,532	-	1,475	53,007
Financial liabilities at amortized cost						
Short-term bank loans	\$	132,000	-	-	-	-
Long-term bank loans (including due within one year)		130,281	-	-	-	-
Notes and trade payables		351,741	-	-	-	-
Other payables		136,456	-	-	-	-
Lease liabilities		24,382	-	-	-	-
Total	\$	774,860	-	-	-	-

2) Reconciliation of Level 3 fair values

	Fair value through other comprehensive income
January 1, 2025	\$ 1,059
In other comprehensive income	-
March 31, 2025	<u>\$ 1,059</u>
January 1, 2024	\$ 1,477
In other comprehensive income	(2)
March 31, 2024	<u>\$ 1,475</u>

For the three months ended March 31, 2025 and 2024, total gains and losses that were included in unrealized gains and losses from financial assets at fair value through other comprehensive income were as follows:

	For the three months ended March 31,	
	2025	2024
Total gains and losses recognized:		
In other comprehensive income, and presented in “unrealized gains and losses from financial assets at fair value through other comprehensive income”	\$ -	(2)

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- 3) Quantified information on significant unobservable inputs (Level 3) used in fair value measurement

The Group's financial instruments that use Level 3 inputs to measure fair value include "financial assets measured at fair value through profit or loss – debt investments" and "fair value through other comprehensive income (available-for-sale financial assets) – equity investments".

Most fair values in Level 3 include one significant unobservable input, and the fair values of investments in equity instrument without active market consist of multiple significant unobservable inputs. Therefore, significant unobservable inputs of investments in equity instrument without active market are independent with no inter-relationship.

Quantified information of significant unobservable inputs was as follows:

Item	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Financial assets at fair value through other comprehensive income equity investments without an active market	Weighted average of market comparable companies and asset-based approach	<ul style="list-style-type: none"> · equity ratio multiple · Discount for lack of marketability · Discount of control 	<ul style="list-style-type: none"> · The higher multiple, the higher the fair value · The higher the discount for lack of marketability, the lower the fair value · The higher the discount of control, the lower the fair value

- 4) Fair value measurements in Level 3 – sensitivity analysis of reasonably possible alternative assumptions

The fair value measurement of financial instruments by the Group is reasonable, but the use of different evaluation models or evaluation parameters may result in different evaluation results. For fair value measurements in Level 3, if the evaluation parameters change, would have the following effects of profit or loss or other comprehensive income:

	Input	Change	Recognized in other comprehensive income	
			Favorable change	Unfavorable change
March 31, 2025				
Financial assets fair value through other comprehensive income	1.37	1%	\$ <u>9</u>	<u>(9)</u>
December 31, 2024				
Financial assets fair value through other comprehensive income	1.27	1%	\$ <u>11</u>	<u>(11)</u>
March 31, 2024				
Financial assets fair value through other comprehensive income	1.44	1%	\$ <u>15</u>	<u>(15)</u>

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EDISON OPTO CORPORATION AND SUBSIDIARIES

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The favorable and unfavorable effects represent the changes in fair value, and fair value is based on a variety of unobservable inputs calculated using a valuation technique. The analysis above only reflects the effects of changes in a single input, and it does not include the interrelationships with another input.

(x) Financial risk management

There were no significant changes in the Group's financial risk management and policies as disclosed in Note 6(z) of the consolidated financial statements for the year ended December 31, 2024.

(y) Capital management

Management believes that the objectives, policies and processes of capital management of the Group has been applied consistently with those described in the Consolidated financial statements for the year ended December 31, 2024. Also, management believes that there were no significant changes in the Group's capital management information as disclosed for the year ended December 31, 2024. Please refer to Note 6(aa) of the Consolidated financial statements for the year ended December 31, 2024 for further details.

(z) Financing activities not affecting current cash flow

The Group's financing activities which did not affect the current cash flow in the three months ended March 31, 2025 and 2024, were as follows:

	January 1, 2025	Cash Flows	Non-cash changes					March 31, 2025
			Foreign exchange movement	New lease	Lease modification	Conversion options	Conversion options	
Lease liabilities	\$ 24,027	(5,450)	207	-	-	-	-	18,784
Bonds payable (included due within one year)	276,220	-	-	-	-	-	1,962	278,182
Deposits received	39	-	-	-	-	-	-	39
Total liabilities from financing activities	<u>\$ 300,286</u>	<u>(5,450)</u>	<u>207</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,962</u>	<u>297,005</u>

	January 1, 2024	Cash Flows	Non-cash changes					March 31, 2024
			Foreign exchange movement	Changes in lease payments	Conversion option	Discount and premium amortization	Others	
Short-term borrowings	\$ 180,705	(50,000)	1,295	-	-	-	-	132,000
Lease liabilities	27,318	(3,766)	301	529	-	-	-	24,382
Long-term borrowings(including current portion)	134,300	(4,019)	-	-	-	-	-	130,281
Deposits received	31	4	-	-	-	-	-	35
Total liabilities from financing activities	<u>\$ 342,354</u>	<u>(57,781)</u>	<u>1,596</u>	<u>529</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>286,698</u>

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(7) Related-party transactions:

(a) Names and relationship with related parties

The followings are entities that have had transactions with related party during the periods covered in the consolidated financial statements:

<u>Name of related party</u>	<u>Relationship with the Group</u>
Wu, Chien-Jung	The Company's chairman
Yangzhou Airui Optoelectronics Co., Ltd.	Related parties (note 1)
Taiwan Hydroxyl Technology Co., Ltd.	Related parties

Note1: The company was not related party from March 21, 2024

(b) Significant transactions with related parties

(i) Sales

The amounts of significant sales by the Consolidated Company to related parties were as follows:

	For the three months ended March 31,	
	<u>2025</u>	<u>2024</u>
Yangzhou Airui Optoelectronics Co., Ltd.	\$ <u>-</u>	<u>8,868</u>

The terms and pricing of purchase transactions with related parties were not significantly different from those offered by other sellers.

(ii) Receivables from related parties

The receivables from related parties were as follows:

<u>Account</u>	<u>Relationship</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Other receivable	Taiwan Hydroxyl Technology Co., Ltd.	\$ <u>74</u>	<u>147</u>	<u>126</u>

(iii) Others

1) Manage services revenue

	For the three months ended March 31,	
	<u>2025</u>	<u>2024</u>
Taiwan Hydroxyl Technology Co., Ltd.	\$ <u>167</u>	<u>180</u>

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EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

2) Rental Revenue

	For the three months ended March 31,	
	2025	2024
	\$	
Taiwan Hydroxyl Technology Co., Ltd.	<u>23</u>	<u>-</u>

(iv) Guarantee

A key management personnel provided a joint guarantee for the loan agreement entered by the Group from certain financial institutions.

(c) Key management personnel compensation

Key management personnel compensation comprised:

	For the three months ended March 31,	
	2025	2024
	\$	
Short-term employee benefits	14,157	12,600
Post employment benefits	170	192
Share-based payments	367	-
	<u>\$ 14,694</u>	<u>12,792</u>

Please refer to note 6(r) for further explanations related to share-based payment transactions.

(8) Pledged assets:

The carrying values of pledged assets were as follows:

Pledged assets	Object	March 31, 2025	December 31, 2024	March 31, 2024
Notes receivable (classified under other current assets)	Bank Acceptance	\$ -	-	44,602
Deposits (classified under other non-current assets)	Deposit to customs	6,149	6,139	6,106
Property, plant, and equipment	Long-term loans	297,552	298,156	245,397
		<u>\$ 303,701</u>	<u>304,295</u>	<u>296,105</u>

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(9) Commitments and contingencies:

- (a) The Group unrecognized contractual commitments are as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Acquisition of property, plant and equipment	<u>\$ 400,648</u>	<u>427,111</u>	<u>20,675</u>

On November 11, 2024, the Company signed a preliminary sales contract with ReaLy Development & Construction Corp. for the purchase of National Landmark at the total contract price of NT\$432,880 thousand. As of March 31, 2025, the amount of NT\$43,360 thousand has been paid, and the remaining NT\$389,520 thousand will be paid according to the progress of the completion.

- (b) The Company obtained the tender for the "Tainan City LED Street Light Replacement Project, District 3" in May 2021, and provided a deposit of \$20,000 thousand as a performance guarantee. In November 2021, the Company received a letter from the Public Works Bureau of Tainan City Government ("Works Bureau") to terminate the aforementioned contract, and in January of 2022, the Works Bureau forfeited the aforementioned security deposit and recovered the tender bond of \$5,000 thousand. The Company requested the Tainan City Government to return the performance deposit and revoke the recovery of the deposit, but the mediation failed. In 2023, the Group filed a civil litigation and an administrative litigation, which is currently under trial by the Tainan District Court (for the return of the performance deposit). The Kaohsiung High Administrative Court (for the revocation of the recovery of the deposit) lost the case in June 2024. The Company has appealed to the Supreme Administrative Court, and it is currently under trial.

(10) Losses Due to Major Disasters: None.

(11) Subsequent Events: None.

(12) Other:

- (a) A summary of current-period employee benefits, depreciation, and amortization, by function, is as follows:

By item	By function	For the three months ended March 31,					
		2025			2024		
		Cost of sales	Operating expenses	Total	Cost of sales	Operating expenses	Total
Employee benefits							
Salary		46,761	80,667	127,428	43,319	51,242	94,561
Labor and health insurance		3,646	4,389	8,035	3,104	3,289	6,393
Pension		4,573	5,168	9,741	3,724	3,139	6,863
Directors' remuneration		-	688	688	-	928	928
Others		6,206	5,088	11,294	4,825	3,071	7,896
Depreciation		18,359	11,457	29,816	21,015	9,119	30,134
Amortization		-	164	164	-	392	392

- (b) Seasonality of operations:

The Group's operations were not affected by seasonality or cyclicity factors.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

(13) Other disclosures:

(a) Information on significant transactions:

The following is the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the Group:

(i) Loans to other parties:

(In Thousands of New Taiwan Dollars)

Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period (Note 2)	Ending balance (Note 2)	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower (Note 3)	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing
													Item	Value		
0	Yangzhou Edison Opto Corporation	Yangzhou Edison-Litek Opto Corporation	Other receivables due from related parties	Yes	23,127 (CNY5,000 thousand)	23,127 (CNY5,000 thousand)	23,127	2%	2	-	Short-term financing	-	-	-	213,103 (Note 1)	426,206 (Note 1)
1	Edison-Litek Opto Corporation Limited	Edison-Litek Opto Corporation	Other receivables due from related parties	Yes	46,487 (USD1,400 thousand)	46,487 (USD1,400 thousand)	46,487	2%	2	-	Short-term financing	-	-	-	55,304 (Note 1)	110,607 (Note 1)

Note 1: The allowable aggregate amount of financing provided to others cannot exceed 40% of the lender's stockholders' equity, the maximum amount of financing provided to an individual counterparty cannot exceed 20% of the lender's stockholders' equity.

Note 2: The amount was the financing facility approved by the Board of Directors.

Note 3: Based on the Company's guidelines, the allowable amounts of financing are as follows:

- (1) Loan arrangement for business transaction
- (2) Short-term financing purpose

Note 4: The amount was eliminated in the consolidated financial statements.

(ii) Guarantees and endorsements for other parties: None.

(iii) Securities held as of March 31, 2025 (excluding investment in subsidiaries, associates and joint ventures):None

(iv) Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock:

(In Thousands of New Taiwan Dollars)

Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase/Sales	Amount	Percentage of total purchases/sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	
Yangzhou Edison Opto Corporation	The Company	Parents	Sales	(115,067)	(67.10)%	60 days	No significant difference	-	102,872	55.09 %	
The Company	Yangzhou Edison Opto Corporation	Subsidiary	Purchase	115,067	54.56 %	60 days	No significant difference	-	(102,872)	(51.67)%	

Note: The above transactions have been written off during the preparation of the consolidated report.

(v) Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: None

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(vi) Business relationships and significant intercompany transactions:

(In Thousands of New Taiwan Dollars)

No.	Name of company	Name of counter-party	Nature of relationship	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
0	The Company	Edison Opto USA Corporation	1	Sales	12,588	60 days	2.19%
0	The Company	Edison Opto USA Corporation	1	Accounts receivable	12,700	60 days	0.31%
1	Yangzhou Edison Opto Corporation	The company	2	Sales	115,067	60 days	20.09%
1	Yangzhou Edison Opto Corporation	The company	2	Accounts receivable	102,872	60 days	2.49%
1	Yangzhou Edison Opto Corporation	Yangzhou Edison-Litek Opto Corporation	3	Other accounts receivable	23,127	Base on contract	0.56%
1	Yangzhou Edison Opto Corporation	Edison Opto (Dong Guan) Co., Ltd.	3	Accounts receivable	359	60 days	0.01%
1	Yangzhou Edison Opto Corporation	Yangzhou Edison-Litek Opto Corporation	3	Accounts receivable	1,170	60 days	0.03%
2	Edison Opto (Dong Guan) Co., Ltd.	The company	2	Sales	64,522	60 days	11.26%
2	Edison Opto (Dong Guan) Co., Ltd.	The company	2	Accounts receivable	59,883	60 days	1.45%
2	Edison Opto (Dong Guan) Co., Ltd.	Edison Auto Lighting Corporation	3	Sales	10,650	60 days	1.86%
2	Edison Opto (Dong Guan) Co., Ltd.	Edison Auto Lighting Corporation	3	Accounts receivable	10,752	60 days	0.26%
3	Yangzhou Edison-Litek Opto Corporation	Edison-Litek Opto Corporation	3	Sales	23,429	60 days	4.09%
3	Yangzhou Edison-Litek Opto Corporation	Edison-Litek Opto Corporation	3	Accounts receivable	23,656	60 days	0.57%
3	Yangzhou Edison-Litek Opto Corporation	Yangzhou Edison Opto Corporation	3	Accounts receivable	6,004	60 days	0.15%
4	Edison Auto Lighting Corporation	The company	2	Sales	10,286	60 days	1.80%
4	Edison Auto Lighting Corporation	The company	2	Accounts receivable	10,908	60 days	0.26%
5	Edison-Litek Opto Corporation	Yangzhou Edison Opto Corporation	3	Accounts receivable	171	60 days	-%
6	Edison-Litek Opto Corporation Limited	Edison-Litek Opto Corporation	3	Other accounts receivable	46,487	Base on contract	1.13%

Note 1: (a) 0 represents The Company

(b) 1 and thereafter represent subsidiaries

Note 2: The relationships between guarantor and guarantee are as follows:

(a) 1 represents parent to subsidiary

(b) 2 represents subsidiary to parent

(c) 3 represents subsidiary to subsidiary

Note 3: Disclose only operating revenue and accounts receivable; related purchase, expense, and prepayment are neglected.

Note 4: The amount was eliminated in the consolidated financial statements.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

(b) Information on investees:

The following is the information on investees of The Company (excluding information on investees in Mainland China):

(In Thousands of Shares)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2025			Net income (losses) of investee	Share of profits/losses of investee	Note
				March 31, 2025	December 31, 2024	Shares (thousands)	Percentage of ownership	Carrying value			
The Company	Edison Opto Corporation	Samoa	Selling of LED components and modules	1,041	1,041	30	100.00 %	1,025	7	7	-
The Company	Ledison Opto Corporation	Samoa	Selling of LED components and modules	145,991	145,991	4,500	100.00 %	243,903	(6,591)	(6,591)	-
The Company	Best Opto Corporation	Samoa	Selling of LED components and modules	1,277,226	1,277,226	41,000	100.00 %	1,062,905	(4,418)	(4,418)	-
The Company	Edison Fund Investment Corporation	Taiwan	Investment	686,000	686,000	25,000	100.00 %	96,133	2,277	2,277	-
The Company	Edison-Litek Opto Corporation Limited	Hong Kong	Investment	167,661	167,661	5,500	17.01 %	47,035	(4,397)	(748)	-
The Company	Edison-Litek Opto Corporation	Taiwan	Selling of LED components and modules	208,375	208,375	18,375	79.89 %	458,727	20,898	16,925	-
The Company	Ledison Opto Company Limited	Taiwan	Selling of LED components and modules	9,800	9,800	980	100.00 %	9,673	41	41	-
Best Opto Corporation	Best Led Corporation	Samoa	Investment	1,277,226	1,277,226	41,000	100.00 %	1,065,519	(4,418)	(4,418)	-
Edison Fund Investment Corporation	Edison Opto USA Corporation	USA	Selling of LED components and modules	6,392	6,392	220	55.00 %	41,071	2,158	1,187	-
Edison Fund Investment Corporation	Ledionopto Intelligent Technology Corporation	Taiwan	Selling of LED components and modules	113,185	113,185	2,200	100.00 %	19,556	(140)	(140)	-
Edison Fund Investment Corporation	Edison Auto Lighting Corporation	Taiwan	Selling of LED components and modules	7,570	7,570	1,000	100.00 %	8,309	1,254	1,254	-
Edison-Litek Opto Corporation	Edison-Litek Opto Corporation Limited	Hong Kong	Investment	97,207	64,472	23,463	72.56 %	200,641	(4,398)	(3,191)	-

Note: The above transactions have been written off during the preparation of the consolidated report.

(c) Information on investment in Mainland China:

(i) The names of investees in Mainland China, the main businesses and products, and other information:

(In Thousands of New Taiwan Dollars)

Name of investee	Main businesses and products	Total amount of paid-in capital	Method of investment (Note 1)	Accumulated outflow of investment from Taiwan as of January 1, 2025	Investment flows		Accumulated outflow of investment from Taiwan as of March 31, 2025	Net income (losses) of the investee	Percentage of ownership	Investment income (losses)	Book value	Accumulated remittance of earnings in current period
					Outflow	Inflow						
Edison Opto (Dong Guan) Co., Ltd.	Manufacturing and selling of LED components and modules	145,991 (USD 4,500 thousand)	(b)	111,408 (USD 3,317 thousand)	-	-	111,408 (USD 3,317 thousand)	(6,951) (USD (211) thousand)	100.00%	(6,951) (USD (211) thousand)	247,830 (USD 7,464 thousand)	34,583 (USD 1,183 thousand)
DongGuan Davinci Opto Co., Ltd. (note 2)	Manufacturing and selling of LED components and modules	-	(b)	52,255 (USD 1,714 thousand)	-	-	52,255 (USD 1,714 thousand)	-	-	-	-	-

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

Name of investee	Main businesses and products	Total amount of paid-in capital	Method of investment (Note 1)	Accumulated outflow of investment from Taiwan as of January 1, 2025	Investment flows		Accumulated outflow of investment from Taiwan as of March 31, 2025	Net income (losses) of the investee	Percentage of ownership	Investment income (losses)	Book value	Accumulated remittance of earnings in current period
					Outflow	Inflow						
Yangzhou Edison Opto Corporation	Manufacturing and selling of LED components and modules	1,277,226 (USD 41,000 thousand)	(b)	1,277,226 (USD 41,000 thousand)	-	-	1,277,226 (USD 41,000 thousand)	(4,417) (USD (134) thousand)	100.00%	(4,417) (USD (134) thousand)	1,065,514 (USD 32,089 thousand)	-
Yangzhou Aichuan Electronic Trade Corporation	Selling of LED components and modules	2,148 (RMB 500 thousand)	(c)	-	-	-	-	41 (RMB 9 thousand)	100.00%	41 (RMB 9 thousand)	2,462 (RMB 532 thousand)	-
Yangzhou Edison-Litek Opto Corporation	Manufacturing and selling of LED components and modules	270,552 (USD 8,875 thousand)	(b)	167,661 (USD 5,500 thousand)	-	-	167,661 (USD 5,500 thousand)	5,353 (USD 163 thousand)	74.98%	4,013 (USD 122 thousand)	177,308 (USD 5,340 thousand)	-

Note 1: Investments are made through one of three ways:

(a) Direct investment from Mainland China

(b) Indirect investment from third-party country

1. Edison Opto (Dong Guan) Co., Ltd. is indirectly invested by the company through Ledison Opto Corporation.
2. Dong Guan Davinci Opto Corporation is indirectly invested by Ledionopto Intelligent Technology Corporation through Led Plus Limited.
3. Yangzhou Edison Opto Corporation is indirectly invested by Best Opto Corporation and Best Led Corporation.
4. Yangzhou Edison-Litek Opto Corporation is indirectly invested by the Company and Edison-Litek Opto Corporation Limited.

(c) Others

1. Yangzhou Aichuan Electronic Trade Corporation is 100% invested by Yangzhou Edison Opto Corporation.

Note 2: The above transactions have been written off during the preparation of the consolidated report.

(ii) Limitation on investment in Mainland China:

Company Name	Accumulated Investment in Mainland China as of March 31, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
The Company	1,556,295 (USD49,817 thousand)	1,685,817 (note 3) (USD50,770 thousand)	Note 1
Ledionopto Intelligent Technology Corpoation	52,255 (note 2) (USD1,714 thousand)	56,913 (USD1,714 thousand)	-

Note 1: Since the Company acquired the permission from Industrial Development Bureau at August 25, 2022, Ministry of Economic Affairs, the upper limit on investment is not applicable, under “ Regulations Governing The Permission of Commercial Behavior in Mainland China”, Article 3 (documentation reference number: 11120426210).

Note 2: DongGuan Davinci Opto Co., Ltd., in which Ledionopto Intelligent Technology Corpoation indirectly invested USD2,000 thousand, had completed the cancellation of its business registration and liquidation with the approval of Investment Commission in June 2020. The investment capital amounting to USD286 thousand had been remitted to Ledionopto. However, according to the regulation, the remittance to Mainland China amounting to USD1,714 thousand had been included in the accumulated investment amount.

Note 3: The indirect investment in Yangzhou Ledison Opto Corporation through the Company, with the amount of USD1,000 thousand, was authorized by the Investment Commission. Yangzhou Ledison had completed its liquidation in 2017 and the remitted capital amount of USD1,230 thousand had been cancelled by the Investment Commission. Therefore, the difference between the Accumulated Investment in Mainland China and Investment Amounts Authorized by Investment Commission amounting to USD230 thousand had been deducted by the Company.

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES

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(iii) Significant transactions:

The significant inter-company transactions with the subsidiary in Mainland China, which were eliminated in the preparation of consolidated financial statements, are disclosed in "Information on significant transactions" and "Business relationships and significant intercompany transactions."

(14) Segment information:

For the three months ended March 31, 2025								
	The Company	Edison Opto (Dong Guan) Co., Ltd.	Yangzhou Edison Opto Corporation	Yangzhou Edison-Litek Opto Corporation	Edison-Litek Opto Corporation	Others	Reconciliation and elimination	Total
Revenues:								
Revenue from external customers	\$ 244,151	44,857	53,974	67,596	137,923	24,282	-	572,783
Intersegment revenues	17,015	76,245	117,516	28,693	169	-	(239,638)	-
Total revenue	<u>\$ 261,166</u>	<u>121,102</u>	<u>171,490</u>	<u>96,289</u>	<u>138,092</u>	<u>24,282</u>	<u>(239,638)</u>	<u>572,783</u>
Reportable segment profit or loss	<u>\$ 14,847</u>	<u>(6,951)</u>	<u>(4,417)</u>	<u>5,353</u>	<u>26,123</u>	<u>6,647</u>	<u>(15,898)</u>	<u>25,704</u>
For the three months ended March 31, 2024								
	The Company	Edison Opto (Dong Guan) Co., Ltd.	Yangzhou Edison Opto Corporation	Yangzhou Edison-Litek Opto Corporation	Edison-Litek Opto Corporation	Others	Reconciliation and elimination	Total
Revenues:								
Revenue from external customers	\$ 269,363	45,431	53,999	45,901	106,827	17,942	-	539,463
Intersegment revenues	17,410	79,733	99,658	15,789	677	9,117	(222,384)	-
Total revenue	<u>\$ 286,773</u>	<u>125,164</u>	<u>153,657</u>	<u>61,690</u>	<u>107,504</u>	<u>27,059</u>	<u>(222,384)</u>	<u>539,463</u>
Reportable segment profit or loss	<u>\$ 27,557</u>	<u>(413)</u>	<u>3,933</u>	<u>(6,358)</u>	<u>3,865</u>	<u>1,678</u>	<u>(3,078)</u>	<u>27,184</u>